PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKETING DEPARTMENT

NOTICE OF FILING

DOCKET NO. 2006-125-S

MIDLANDS UTILITY, INC. – APPLICATION FOR APPROVAL OF A CONTRACT FOR THE TRANSFER AND SALE OF CERTAIN OF ITS SEWERAGE COLLECTION SYSTEMS WITHIN LEXINGTON COUNTY, SOUTH CAROLINA TO THE CITY OF CAYCE

Midlands Utility, Inc. (Midlands) pursuant to 26 S.C. Code Ann. Regs. 103-504 and other applicable rules and regulations of the Public Service Commission of South Carolina (Commission) has filed an Application requesting the Commission to approve a contract with the City of Cayce for the sale and transfer of certain wastewater treatment facilities and sanitary sewer systems in Lexington County. The transferred systems serve Bellemeade Subdivision, PITT Stop & Maggie Mays Restaurant, Charwood Subdivision, Sawgrass Hiltons, Rockford Place Subdivision, Parkward Subdivision, Timberland Subdivision, Montclaire Subdivision, New Hope Subdivision, Westgate Subdivision, Stonewood Subdivision, Darby Place Subdivision, Foxglen Subdivision, Six Mile Creek Interceptor Phase I & II, Six Mile Creek Interceptor Phase III, Arborgate Subdivision, Mallard Trace Subdivision, Harvest Glen (U.S. Highway 1 System), Spring Hill Patio Homes (Pineridge System) and Belmont Estates Subdivision.

Midlands has agreed to transfer certain wastewater treatment facilities and sanitary sewer systems as fully set forth in the agreement which is attached as "Exhibit 1" in the Application filed of record constituting that certain Purchase Agreement for Transferred Systems between the City of Cayce, South Carolina and Midlands Utility, Inc. dated as of September 21, 2005. The transfer contemplated, after regulatory approvals, will be a final transfer and sale of the wastewater treatment facilities and sanitary sewer systems and, according to the Application, the City of Cayce assumes liability attendant to the operation of the wastewater treatment facilities and sanitary sewer systems concerned herein. Moreover, the Application contemplates that the sanitary sewer treatment rates of Midlands' customers concerned will not be affected for a period of one (1) year from the date of the transfer of the wastewater treatment facilities and sanitary sewer systems as the correspondence of Avery B. Wilkerson, Jr., Mayor of the City of Cayce, dated April 4, 2006, attached to the Application as "Exhibit 2" so states.

A copy of the Application is on file in the offices of the Public Service Commission of South Carolina, 101 Executive Center Drive, Synergy Business Park, Columbia, South Carolina 29210, the Commission's website at www.psc.sc.gov and is available from Scott Elliott, Esquire, Elliott & Elliott, P.A., 721 Olive Street, Columbia, South Carolina 29205.

A public hearing, if scheduled, will be held in Columbia, South Carolina in the offices of the Commission at the above address, for the purpose of receiving testimony and other evidence from all interested parties regarding this Application. The time and date of this hearing will be furnished to all interested parties at a later date.

Any person who wishes to testify and present evidence at a hearing concerning these matters should notify, in writing, the Docketing Department at the address below, the Office of Regulatory Staff, Post Office Box 11263, Columbia, South Carolina 29211 and Scott Elliott, Esquire, at the above address, on or before **July 5**, 2006. *Please refer to Docket No. 2006-125-S*.

Any person who wishes to participate in this matter, as a Party of Record with the right of cross-examination, should file a Petition to Intervene in accordance with the Commission's Rules of Practice and Procedure, on or before **July 5**, **2006**, and indicate the amount of time required for his presentation. Please include an email address for receipt of future Commission correspondence in the Petition to Intervene. **Please refer to Docket No. 2006-125-S.**

Any person who wishes to be notified of the hearing, but does not wish to present testimony or be a party of record, may do so by notifying the Docketing Department, in writing, at the address below on or before **July 5**, **2006**. **Please refer to Docket No. 2006-125-S**.

PLEASE TAKE NOTICE: Any person who wishes to have his or her comments considered as part of the official record of this proceeding **MUST** present such comments, in person, to the Commission during the hearing.

Persons seeking information about the Commission's Procedures should contact the Commission in Columbia at 803-896-5100.

Public Service Commission of South Carolina Attn: Docketing Department Post Office Drawer 11649 Columbia, SC 29211